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To: Distribution
From: Irina Livshits, Division Chief, Financial Analysis
Subject: NYC Cash Balance Projection (June 2015-July 2015)
Date: June 2, 2015

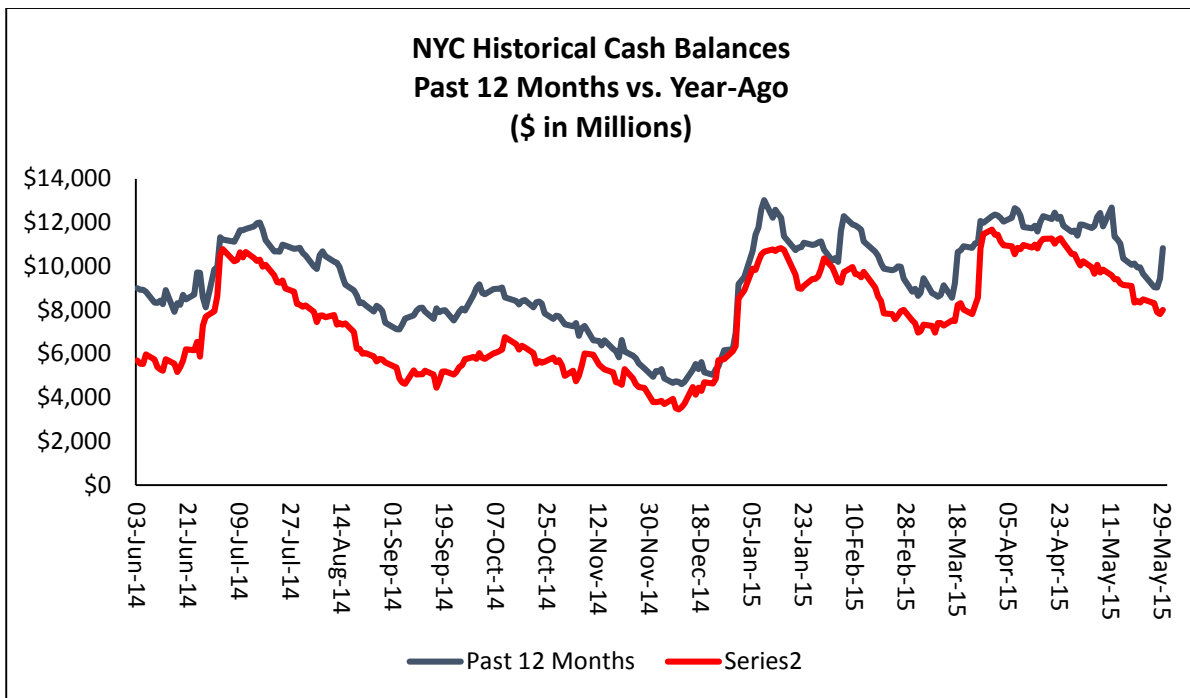
As of May 29, 2015, New York City's unrestricted cash balance stood at \$10.829 billion, exceeding last year's figure by \$2.821 billion. Over the past twelve months, the balance has averaged \$9.365 billion, compared to \$7.556 billion for the same period last year.

The City has now reached contract settlements or tentative agreements with approximately 80 percent of the City workforce. Despite higher fiscal year-to-date payroll expenditures, the City's cash balances continue to surpass last year's levels.

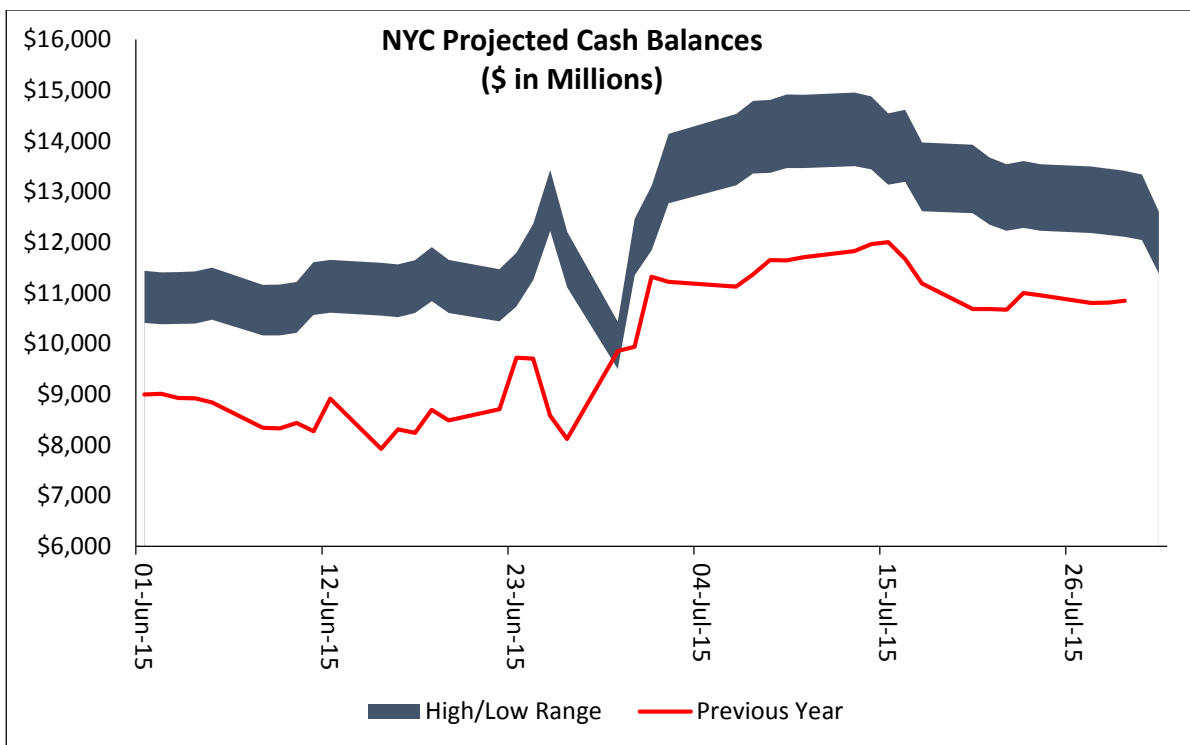
The economic health of the City is robust. Overall, the City's cash receipts remain strong. Through March 2015, FY15 cash receipts rose 3.2%, compared to the same period last year. Tax receipts were up 5.1%, led by gains in banking corporation tax (up 24.2%) mortgage and real property transfer taxes (up 21.8%), and personal income tax (up 8.1%).

On March 3rd, 2015 the City received \$2.2 billion from a court settlement with the French bank BNP Paribas. The bank pleaded guilty to an array of fraud charges for doing business with Iran, Cuba, and Sudan - countries that face U.S. sanctions. Out of the \$2.2 billion, \$1.3 billion was transferred to the State of New York on May 12, 2015. The City's portion of the settlement consisted of \$448.7 million to the Manhattan District Attorney's Office and \$447 million to the City of New York. The City plans to use the funds from the settlement toward criminal justice initiatives.

FY15 cash expenditures through March were up 5%. Vendor and other spending rose 8.2%, followed by gross payroll (up 7.4%) and public assistance (up 5.2%).



The accompanying updated projection outlines expected cash balances in the NYC central treasury from June 1 to July 30, 2015, and incorporates guidance provided in the Executive Budget. It presents our first forecast for FY16, which begins on July 1.



Our projection indicates a fiscal year-end (June 30, 2015) closing balance in the range of \$11.3 to \$12.5 billion, compared to \$9.9 billion last year.

We have modeled a prepayment of debt in the amount of \$3.037 billion. We have also modeled the timing of a planned \$2.052 billion disbursement into the Retiree Health Benefit Trust in FY 2016. In addition to the \$2.052 billion, the City plans to deposit an additional \$280 million into the Retiree Health Benefit Trust before the end of the current fiscal year.

In June, the Transitional Finance Authority plans to price \$750 million of Building Aid Revenue Bonds. The bond proceeds from this sale are scheduled to be transferred into the General Fund on June 25th. We project that the total capital transfers in June will reach \$1.3 billion.

Projection details are in the following pages of this document. For a complete discussion of NYC cash flows, please visit our Quarterly Cash Report at <http://comptroller.nyc.gov/reports/cash-reports/>.

**NYC Projected Cash Balances
(\$ Millions)**

	<u>High</u>	<u>Low</u>	<u>Baseline</u>
01-Jun-15	11438	10411	10924
02-Jun-15	11409	10384	10896
03-Jun-15	11411	10387	10899
04-Jun-15	11422	10396	10909
05-Jun-15	11501	10468	10984
08-Jun-15	11161	10159	10660
09-Jun-15	11167	10164	10665
10-Jun-15	11217	10210	10713
11-Jun-15	11608	10566	11087
12-Jun-15	11654	10607	11131
15-Jun-15	11594	10553	11073
16-Jun-15	11561	10523	11042
17-Jun-15	11648	10602	11125
18-Jun-15	11906	10837	11372
19-Jun-15	11652	10606	11129
22-Jun-15	11469	10440	10955
23-Jun-15	11788	10730	11259
24-Jun-15	12362	11252	11807
25-Jun-15	13428	12222	12825
26-Jun-15	12208	11112	11660
29-Jun-15	10436	9499	9968
30-Jun-15	12469	11349	11909
01-Jul-15	13115	11843	12479
02-Jul-15	14140	12767	13453
06-Jul-15	14534	13123	13828
07-Jul-15	14790	13355	14072
08-Jul-15	14807	13370	14088
09-Jul-15	14914	13466	14190
10-Jul-15	14912	13465	14189
13-Jul-15	14954	13503	14229
14-Jul-15	14881	13437	14159
15-Jul-15	14545	13133	13839
16-Jul-15	14612	13194	13903
17-Jul-15	13967	12611	13289
20-Jul-15	13925	12573	13249
21-Jul-15	13675	12347	13011
22-Jul-15	13542	12228	12885
23-Jul-15	13604	12284	12944
24-Jul-15	13541	12227	12884
27-Jul-15	13494	12185	12839
28-Jul-15	13449	12144	12797
29-Jul-15	13409	12107	12758
30-Jul-15	13340	12046	12693
31-Jul-15	12603	11380	11991

NYC Cash Balance Monthly Detail
(\$ Millions)

	<u>Jun-15</u>	<u>Jul-15</u>	<u>Total</u>
Opening Balance	10829.96	11908.93	10829.96
Sales Tax	683.39	516.00	1199.39
Utility Tax	40.30	33.73	74.03
Commercial Rent Tax	329.67	38.48	368.15
Personal Income Tax	890.44	506.52	1396.96
General Corporation Tax	337.09	87.00	424.09
Banking Tax	349.67	41.12	390.79
Unincorporated Business Tax	408.09	55.32	463.41
Real Property Tax	5563.58	4224.69	9788.28
Other Taxes	988.54	237.51	1226.05
Less Refunds All Taxes	-80.15	-80.00	-160.15
Total Taxes	9510.64	5660.37	15171.01
Federal Welfare	159.30	7.95	167.24
Federal Education	209.26	12.41	221.67
Federal Community Development	17.90	1.28	19.18
Federal Other	100.00	101.38	201.38
Total Federal Aid	486.46	123.02	609.47
NYS Welfare	196.44	39.28	235.71
NYS Health	28.13	26.77	54.90
NYS Education	560.97	0.57	561.54
NYS Higher Education	358.00	0.00	358.00
NYS Other	36.06	36.06	72.12
Total New York State Aid	1179.59	102.68	1282.27
NYS Revenue Sharing	0.00	0.00	0.00
Other Intergovernmental Aid	0.00	0.00	0.00
Total Intergovernmental	0.00	0.00	0.00
Water Board	0.00	470.00	470.00
Interest Income	2.73	2.73	5.46
Fines and Forfeitures	82.90	82.90	165.79
Miscellaneous Revenue	387.79	226.54	614.33
Senior College Tuition and Fees	369.65	0.10	369.75
Capital Interest	0.03	0.03	0.06
Housing Revenue	3.82	3.82	7.64
Total Miscellaneous	846.92	786.11	1633.03
Prior Federal Aid	17.85	398.04	415.89
Prior NYS Aid	41.85	312.38	354.23
Total Federal And NYS Prior Aid	59.71	710.42	770.12
Balance Sheet Inflows	14.30	14.30	28.60
Federal/State Capital	72.00	42.63	114.63
Transfers from Capital Proceeds	1296.00	423.00	1719.00
Payroll Taxes Inflows	154.90	141.81	296.71
Seasonal Borrowing	0.00	0.00	0.00
Other Operating Inflow	362.75	453.35	816.09
Total Other Inflows	1899.94	1075.09	2975.03
Total Inflows	13983.26	8457.67	22440.94

NYC Cash Balance Monthly Detail
(\$ Millions)

	<u>Jun-15</u>	<u>Jul-15</u>	<u>Total</u>
Payroll	1410.36	1758.44	3168.80
Pensions	691.19	691.19	1382.38
Social Security	153.89	160.78	314.68
Health Plan	341.12	237.00	578.12
Other PS	88.24	111.16	199.40
Total PS	2684.81	2958.58	5643.39
PA	150.85	233.58	384.42
MA	621.09	532.20	1153.29
Other DOSS	228.56	241.67	470.23
HHC	94.32	68.79	163.11
TA	30.00	123.67	153.67
HA	0.00	0.00	0.00
Lump Sum	198.16	198.16	396.32
Vendor Payments	1404.23	1500.00	2904.23
Other OTPS	0.00	0.00	0.00
Total OTPS	2727.21	2898.06	5625.28
City Capital	648.00	571.67	1219.67
Other Outflow Capital	104.00	142.50	246.50
GO Debt Service Funding	0.00	614.80	614.80
NYCTFA Debt Service Funding	142.93	0.00	142.93
Other Debt Service Funding	0.00	0.00	0.00
Repay Seasonal Borrowing	0.00	0.00	0.00
Payroll Taxes Outflow	759.34	936.29	1695.64
Other Outflows	5838.00	253.23	6091.23
Total Other Outflows	7492.27	2518.49	10010.76
Total Outflows	12904.29	8375.13	21279.43
Net Flow	1078.97	82.54	1161.51
Ending Balance	11908.93	11991.47	11991.47